

# BEFORE THE BOARD OF MILK CONTROL OF THE STATE OF MONTANA

## ANNOUNCEMENT OF CLASS I, II & III PRODUCER PRICES

EFFECTIVE: April 01, 2014

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<b>CLASS I PRICE FOR MILK TESTING 3.5%</b>	<b>\$26.20 /CWT</b>
<b>CLASS I BUTTERFAT PRICE PER POUND</b>	<b>\$2.03 /LB</b>
<b>CLASS I SKIM PRICE AT 96.5 LBS</b>	<b>\$19.095 /96.5 lbs</b>

The minimum price to pay milk producers, under ARM 32.24.301, is \$26.20 per hundred pounds of milk testing 3.5% butterfat, f.o.b. the milk distributor's plant.

When milk does not test 3.5% butterfat, compute the applicable price by applying a differential of 20.3 cents for each one-tenth of one percent butterfat above or below the midpoint of each producer payment.

The value of one pound of butterfat utilized will be \$2.03.

<b>CLASS II PRICE FOR MILK TESTING 3.5%</b>	<b>\$22.73 /CWT</b>
<b>CLASS II BUTTERFAT PRICE PER POUND</b>	<b>\$1.99 /LB</b>
<b>CLASS II SKIM PRICE AT 96.5 LBS</b>	<b>\$15.765 /96.5 lbs</b>

Average spray process dry milk solids		Last quote of month for Grade AA butter	\$1.88000
price per pound	\$2.11250	less a differential of \$0.0895	\$1.79050
multiplied by 8.2	\$17.32250	multiplied by 0.111	\$0.19875
Last quote of month for Grade AA butter	\$1.88000	Hundredweight price of milk testing 3.5%	\$22.73
less a differential of \$0.0895	\$1.79050	Less 3.5 pounds of butterfat	\$6.965
multiplied by 4.2	\$7.52010	Value of 96.5 pounds of skim	\$15.765
Average Spray Factor + AA Butter Factor	\$24.84260	Class II Value of One Pound of Skim	\$0.16337 /LB
Less a Make Allowance of 8.5%	\$2.11		
Class II Price for 3.5%	\$22.73098		

<b>CLASS III PRICE PER CWT FOR MILK TESTING 3.5%</b>	<b>\$19.51 /CWT</b>
<b>CLASS III BUTTERFAT PRICE PER POUND</b>	<b>\$1.61 /LB</b>
<b>CLASS III SKIM PRICE AT 96.5 LBS</b>	<b>\$13.874 /96.5 lbs</b>

Last quote of month for Grade AA butter	\$1.88000	Class III BF Price/lb x 3.5	\$5.635
less a differential of \$0.0895	\$1.79050	Class III Skim per CWT x 96.5	\$13.874
less 10%	\$1.61	Class III Per CWT	\$19.509

### CLASS III PRICE PER CWT FOR SKIM MILK UTILIZED

Avg. spray process dry milk solid price/lb =	\$2.11250
Multiplied by 8.2	\$17.32250
Less 17%	\$14.37768
Per hundredweight	\$14.38

BY ORDER OF THE MONTANA MILK CONTROL BUREAU

*Patti Thompson*

Patti Thompson, Bureau Chief  
Montana Milk Control Bureau

## PRODUCER CLASS I PRICE IN MONTANA

Month	2013	2014	Difference	% Change
January	\$21.52	\$24.03	\$2.51	11.66%
February	\$20.76	\$24.57	\$3.81	18.35%
March	\$20.35	\$26.19	\$5.84	28.70%
April	\$20.21	\$26.20	\$5.99	29.64%
May	\$20.31			
June	\$21.48			
July	\$21.46			
August	\$21.43			
September	\$21.71			
October	\$21.75			
November	\$22.75			
December	\$22.92			
<b>Average</b>	<b>\$21.39</b>	<b>\$25.25</b>	<b>\$4.54</b>	<b>22.09%</b>

## QUOTA BLEND PRICE IN MONTANA

Month	2013	2014	Difference	% Change
January	\$18.95	\$21.35	\$2.40	12.66%
February	\$18.55	\$22.83	\$4.28	23.07%
March	\$18.21			
April	\$18.22			
May	\$18.30			
June	\$18.85			
July	\$19.35			
August	\$19.21			
September	\$19.64			
October	\$19.91			
November	\$20.50			
December	\$21.14			
<b>Average</b>	<b>\$19.24</b>	<b>\$22.09</b>	<b>\$3.34</b>	<b>17.87%</b>

